Credit linked self employment programme under SGSY

1766. SHRI B.K. HARIPRASAD: Will the Minister of RURAL DEVELOPMENT be pleased to state:

(a) whether under the on-going Swarnjayanti Gram Swarozgar Yojana, credit-linked self employment programmes are under implementation;

(b) if so, how many self help groups have been formed under the SGSY and the amount of funds disbursed as credit to swarozgaris during the last year; and

(c) to what extent the proposed Micro-finance Bill, when enacted, is likely to ensure credit flow to self-employed in rural areas?

THE MINISTER OF STATE IN THE MINISTRY OF RURAL DEVELOPMENT (SHRI CHANDRA SEKHAR SAHU): (a) Yes, Sir.

(b) Number of Self Help Groups formed during 2006-07 were 245090 under the SGSY, Credit Target were Rs. 286912.31 lacs and Credit Disbursed were Rs. 227608.34 (79.33%) A Statement is given (*See* below).

(c) The Government has introduced a bill in Lok Sabha on 20.03.2007 "The Micro Financial Sector (Development and Regulation) Bill, 2007" to create environment friendly policy for micro-finance services in the country. The bill is intended to provide formal statutory framework for the promotion, development and regulation of the micro finance sector. The salient features of this bill are follows:—

(i) entrusts the function of development and regulation of the micro financial sector to the National Bank for Agriculture and Rural Development (National Bank);

(ii) defines the various entities engaged in the activity of micro finance such as Cooperative Societies, etc.;

(iii) defines the various categories of beneficiaries of micro financial services as eligible clients including Self Help Groups (SHGs) or joint liability groups of such eligible clients;

(iv) provides for acceptance of thrift *i.e.* savings of eligible clients other than in the form of current account or demand deposit account by Micro Finance Organisations registered by the National Bank, subject to such terms and conditions as may be prescribed;

(v) provides for registration of Micro Finance Organisations that undertake thrift;

(vi) provides for creation of reserve fund and maintenance of accounts and submission of periodical returns by Micro Finance Organisations;

(vii) provides for functions and powers of the National Bank in relation to thrift services and micro financial services,

(viii) empowers the National Bank to frame a scheme for appointment of one or more Micro Finance Ombudsman for settlement of disputes between eligible clients and Micro Finance Organisations;

(ix) empowers the National Bank to make regulations with the previous approval of the Central Government for carrying out the purposes of the legislation.

Statement

Details of Credit Target, Disbursed and No. of SHGs formed under SGSY during 2006-07

(Rs. in lacs)

Sl.No.	States/U.T.	2006-07			
		Credit Target	Credit Disbursed	%age	No. of SHGs Formed
1	2	3	4	5	6
1.	Andhra Pradesh	14905.21	47173.34	316.49	19921
2.	Arunachal Pradesh	797.49	173.92	21.81	110
3.	Assam	20722.10	8852.49	42.72	15511
4.	Bihar	35461.96	17823.58	50.26	17977
5.	Chhattisgarh	7872.46	7149.58	90.82	2819
6.	Goa	120.01	103.33	86.10	145
7.	Gujarat	8000.00	4863.48	60.79	4051
8.	Haryana	3300.82	3829.74	116.02	2120
9.	Himachal Pradesh	1390.10	1625.66	116.95	497
10.	Jammu & Kashmir	1720.44	2247.03	130.61	518
11.	Jharkhand	13365.79	6613.37	49.48	8881
12.	Karnataka	11255.54	8499.59	75.51	7271
13.	Kerala	5050.31	3929.92	77.82	6549
14.	Madhya Pradesh	20000.00	14973.87	74.87	21600
15.	Maharashtra	22249.46	12929.69	58.11	19546
16.	Manipur	1389.19	289.25	20.82	767
17.	Meghalaya	1556.41	165.39	10.63	1660
18.	Mizoram	360.16	66.85	18.56	146
19.	Nagaland	1067.62	74.40	6.97	334
20.	Orissa	17048.50	14006.77	82.16	16032
21.	Punjab	1604.16	2485.71	154.95	509
22.	Rajasthan	8546.71	12560.49	146.96	5076
23.	Sikkim	398.75	165.15	41.42	444
24.	Tamil Nadu	13179.47	8911.07	67.61	37475
25.	Tripura	2508.26	1555.54	62.02	1396
26.	Uttar Paradesh	51052.43	41121.15	80.55	16884
27.	Uttaranchal	2682.95	2005.84	74.76	66
28.	West Bengal	18946.01	3161.11	16.68	36590
29.	A&N Islands	45.00	0.00	0.00	28
30.	Daman & Diu	45.00	0.00	0.00	
31.	D&N Haveli	45.00	4.34	9.64	
32.	Lakshadweep	45.00	8.90	19.78	4
33.	Pondicherry	180.00	237.79	132.11	163
	TOTAL	**286912.31**	**227608.34**	**79.33**	**245090**